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**GREATER NEW ORLEANS AFTERSCHOOL PARTNERSHIP
FINANCIAL STATEMENTS
AND
AUDITOR'S REPORT
DECEMBER 31, 2010**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge Office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 6/22/11

GREATER NEW ORLEANS AFTERSCHOOL PARTNERSHIP

TABLE OF CONTENTS

	PAGE
INDEPENDENT AUDITOR'S REPORT	3
STATEMENT OF FINANCIAL POSITION	4
STATEMENT OF ACTIVITIES	5
STATEMENT OF CASH FLOWS	6
NOTES TO FINANCIAL STATEMENTS	7
REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <u>GOVERNMENT AUDITING STANDARDS</u>	12
SCHEDULE OF FINDINGS AND RESPONSES	14

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INDEPENDENT AUDITOR'S REPORT

Board of Directors

Greater New Orleans Afterschool Partnership

We have audited the accompanying statement of financial position of Greater New Orleans Afterschool Partnership (a non-profit corporation), as of December 31, 2010, and the related statements of activities, and cash flows for the year then ended. These financial statements are the responsibility of the corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Corporation's 2009 financial statements and, in our report dated March 17, 2010, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Greater New Orleans Afterschool Partnership as of December 31, 2010, and the changes in its net assets and its cash flows for the year ended December 31, 2010 in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated April 26, 2011, on our consideration of Greater New Orleans Afterschool Partnership's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Justin J. Scanlan, CPA, LLC

New Orleans, Louisiana

April 26, 2011

GREATER NEW ORLEANS AFTERSCHOOL PARTNERSHIP

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2010

ASSETS

		TOTAL MEMORANDUM ONLY <u>DECEMBER 31, 2009</u>
Cash	\$ 288,450	\$ 256,596
Receivables		
Grants (Notes A4 and B)	449,082	142,072
Other	<u>11,866</u>	<u>3,064</u>
	<u>460,948</u>	<u>145,136</u>
Prepaid expenses and deposits	6,438	9,853
Property and equipment - at cost (Notes A5 and C)	<u>1,963</u>	<u>3,847</u>
Total assets	<u>\$ 757,799</u>	<u>\$ 415,432</u>

LIABILITIES AND NET ASSETS

Accounts payable and accrued liabilities	\$ 23,790	\$ 50,985
Accrued annual leave	<u>30,869</u>	<u>16,499</u>
Total liabilities	<u>54,659</u>	<u>67,484</u>
Commitment (Note D)	-	-
Net assets		
Unrestricted	157,581	99,431
Temporarily restricted (Note E)	<u>545,559</u>	<u>248,517</u>
Total net assets	<u>703,140</u>	<u>347,948</u>
Total liabilities and net assets	<u>\$ 757,799</u>	<u>\$ 415,432</u>

The accompanying notes are an integral part of this financial statement.

GREATER NEW ORLEANS AFTERSCHOOL PARTNERSHIP

STATEMENT OF ACTIVITIES

For the year ended December 31, 2010

TOTAL
MEMORANDUM ONLY
FOR THE PERIOD
FEBRUARY 15, 2008
THROUGH DECEMBER 31, 2009

	Unrestricted	Temporarily Restricted	Total	
REVENUE				
Grants	\$ -	\$ 249,725	\$ 249,725	\$ 780,286
Governmental (Note F)	-	1,055,770	1,055,770	692,500
Other	20,691	-	20,691	16,500
Contributions	-	38,406	38,406	100,000
Contract income	-	-	-	2,187
Fees	3,560	-	3,560	13,011
Other	1,300	-	1,300	-
Net assets released from restrictions	1,046,859	<1,046,859>	-	-
Total revenues	1,072,410	297,042	1,369,452	1,604,484
EXPENSES				
Salaries	480,817	-	480,817	499,946
Fringe benefits	77,620	-	77,620	79,488
Travel	11,969	-	11,969	24,608
Occupancy expense	58,099	-	58,099	57,135
Professional fees	38,611	-	38,611	61,245
Contract services	278,393	-	278,393	480,159
Subgrants	-	-	-	117,000
Operating supplies	16,082	-	16,082	16,722
Convening	17,797	-	17,797	29,970
Fundraising expense	13,995	-	13,995	40,353
Depreciation	1,884	-	1,884	1,806
Other costs	18,993	-	18,993	6,246
Total expenses	1,014,260	-	1,014,260	1,414,678
Increase <decrease> in net assets	58,150	297,042	355,192	189,806
Transfer of assets from predecessor organization	-	-	-	158,142
Net assets, beginning of year	99,431	248,517	347,948	-
Net assets, end of year	\$ 157,581	\$ 545,559	\$ 703,140	\$ 347,948

The accompanying notes are an integral part of this financial statement.

GREATER NEW ORLEANS AFTERSCHOOL PARTNERSHIP

STATEMENT OF CASH FLOWS

For the year ended December 31, 2010

Increase <decrease> in cash and cash equivalents

Cash flows from operating activities:

Increase in net assets

\$ 355,192

Adjustments to reconcile increase in net assets to cash
provided by operating activities:

Depreciation

\$ 1,884

Changes in assets and liabilities:

Increase in grants receivables

< 307,010>

Increase in other receivables

< 8,802>

Decrease in prepaid expenses and deposit

3,415

Decrease in accounts payable and accrued
liabilities

< 27,195>

Increase in annual leave payable

14,370

< 323,338>

Net cash provided by operating activities

31,854

Net increase in cash and cash equivalents

31,854

Cash and cash equivalents, beginning of year

256,596

Cash and cash equivalents, end of year

\$ 288,450

The accompanying notes are an integral part of this financial statement.

GREATER NEW ORLEANS AFTERSCHOOL PARTNERSHIP

NOTES TO FINANCIAL STATEMENTS

December 31, 2010

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

1. Organization

Greater New Orleans Afterschool Partnership was organized as the intermediary organization leveraging resources to programs that serve children and youth during "out of school" hours in New Orleans. The corporation maintains strong connections between community groups, schools, government agencies, and families. Serving as this critical link, the corporation strives to fill any gaps between existing local youth systems and to create a strong infrastructure that effectively supports the children and youth of New Orleans.

2. Financial Statement Presentation

The corporation's financial statements are presented in accordance with requirements established by the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) as set forth under FASB ASC 958. Accordingly, the net assets of the corporation are reported in each of the following classes: (a) unrestricted net assets, (b) temporarily restricted net assets, and (c) permanently restricted net assets. There were no permanently restricted net assets.

Net assets of the restricted class are created only by donor-imposed restrictions on their use. All other net assets, including board-designated or appropriated amounts, are legally unrestricted, and are reported as part of the unrestricted class.

3. Revenue Recognition

Contributed support is reported as unrestricted or restricted depending on the existence of donor stipulations that limit the use of the support. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activity as "net assets released from restrictions".

Grant revenue is recognized as it is earned in accordance with approved contracts.

4. Receivables

The corporation considers accounts receivable to be fully collectible since the balance consists primarily of payments due under governmental contracts. If amounts due become uncollectible, they will be charged to operations when that determination is made.

GREATER NEW ORLEANS AFTERSCHOOL PARTNERSHIP

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2010

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

5. Property, Building and Equipment

Greater New Orleans Afterschool Partnership records property acquisition at cost. Donated assets are recorded at estimated value at date of donation.

Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives, principally on the straight line method. Depreciation expense for the year ended December 31, 2010 totaled \$1,884.

It is the policy of the corporation to capitalize all property, furniture, and equipment with an acquisition cost in excess of \$1,000.

6. Cash equivalents

For purposes of the statement of cash flows, the corporation considers all investments with original maturities of three months or less to be cash equivalents.

7. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

8. Fair Values of Financial Instruments

Cash and cash equivalents carrying amounts reported in the Statement of Financial Position approximate fair values because of the short maturities of those investments.

9. Functional Allocation of Expenses

The expenses of providing the program and other activities have been summarized on a functional basis in Note H. Certain of those expenses have been allocated among the program and supporting services benefited based on estimates by management of the costs involved.

10. Subsequent Events

The subsequent events of the organization were evaluated through the date the financial statements were available to be issued (April 26, 2011).

11. Total Columns – Memorandum Only

Total columns are captioned "Memorandum Only" to indicate that they are presented only to assist with financial analysis. Data in these columns do not present financial position or changes in net assets in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

GREATER NEW ORLEANS AFTERSCHOOL PARTNERSHIP

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2010

NOTE B - GRANTS RECEIVABLE

Grant receivables at December 31, 2010 consist of the following:

Baptist Community Ministries	\$ 46,875
J. P. Morgan Chase Foundation	166,667
U. S. Department of Justice	200,000
New Orleans Police and Justice Foundation, Inc.	<u>35,540</u>
	<u>\$ 449,082</u>

NOTE C - PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2010 consists of the following:

	<u>Cost</u>
Office equipment	\$ 5,653
Less accumulated depreciation	<u>< 3,690 ></u>
	<u>\$ 1,963</u>

NOTE D - COMMITMENT

The corporation leases office space for its administrative and program office in New Orleans under a noncancellable agreement accounted for as an operating lease, expiring December 31, 2010. The rental expense for the year ended December 31, 2010 totaled \$26,400.

NOTE E - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets at December 31, 2010 consist of the following:

JP Morgan Chase Foundation	\$ 110,545
W. K. Kellogg Foundation	13,349
Baptist Community Ministries	97,624
U. S. Department of Justice	123,867
Open Society Institute	89,067
Share Our Strength	10,000
Admiral Center	<u>101,107</u>
	<u>\$ 545,559</u>

GREATER NEW ORLEANS AFTERSCHOOL PARTNERSHIP

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2010

NOTE F – SUMMARY OF FUNDING

Greater New Orleans Afterschool Partnership funding for governmental grants consist of the following.

<u>Grants</u>	<u>Periods</u>	<u>Grant Award</u>	<u>Revenue Recognized</u>
<u>Governmental</u>			
Louisiana Department of Education	4/1/09-3/31/10	\$ 47,600	\$ 29,725
U. S. Department of Justice	8/1/10-7/31/11	200,000	200,000
New Orleans Police and Justice Foundation, Inc.	1/1/10-12/31/10	20,000	<u>20,000</u>
			<u>\$ 249,725</u>

NOTE G - INCOME TAXES

The corporation is exempt from corporate income taxes under Section 501(c)(3) of the Internal Revenue Code.

NOTE H – FUNCTIONAL EXPENSES

The functional expenses for the year ended December 31, 2010 consist of the following:

Program services	
Afterschool partnership	\$ 716,046
Supportive services	
Management and general	226,754
Fundraising	<u>71,460</u>
Total supportive services	<u>298,214</u>
Total expenses	<u>\$ 1,014,260</u>

NOTE I - BOARD OF DIRECTORS COMPENSATION

The Board of Directors is a voluntary board; therefore, no compensation was paid to any member.

GREATER NEW ORLEANS AFTERSCHOOL PARTNERSHIP

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2010

NOTE J – FAIR VALUE MEASUREMENT

Financial Accounting Standards Board Accounting Standards Codification (ASC) as set forth in FASB ASC 820-10 requires disclosure of the estimated fair value of certain financial instruments and the methods and significant assumptions used to estimate their fair value. Financial instruments within the scope of FASB ASC 820-10 are included in the table below.

<u>Fair Value Measurement of Reporting Date</u>				
		<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Cash	\$ 288,450	\$ 288,450	\$ -	\$ -
Receivables	460,948	460,948	-	-
Accounts payable and accrued liabilities	<u>< \$4,659></u>	<u>< \$4,659></u>	<u>-</u>	<u>-</u>
	<u>\$ 694,739</u>	<u>\$ 694,739</u>	<u>\$ -</u>	<u>\$ -</u>

The assumptions to estimate fair values are as follows:

1. The fair value of cash and cash equivalents, receivables, accounts payable and accrued liabilities approximate book value at December 31, 2010 due to the short-term nature of these accounts.

NOTE K – ECONOMIC DEPENDENCY

Greater New Orleans Afterschool Partnership received the majority of its revenue from funds provided through grants administered by the State of Louisiana and the federal government. The grant amounts are appropriated each year by the federal and state government. If significant budget cuts are made at the federal and/or state level, the amount of the funds the corporation receives could be reduced significantly and have an adverse impact on its operations. At the time of completion of the examination of the corporation's financial statements, management was not aware of any actions taken that would adversely affect the amount of funds the corporation will receive in the next fiscal year.

The corporation's support through federal grants totaled 18% for the year ended December 31, 2010.

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Independent Auditor's Report

Board of Directors
Greater New Orleans Afterschool Partnership

We have audited the financial statements of Greater New Orleans Afterschool Partnership (a non-profit corporation) as of and for the year ended December 31, 2010, and have issued our report thereon date April 26, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Greater New Orleans Afterschool Partnership's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Greater New Orleans Afterschool Partnership's internal control over financial reporting. Accordingly, we do not express an opinion on the Organization's internal control over financial reporting.

A *deficiency* in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Greater New Orleans Afterschool Partnership's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance, or other matters that are required to be reported under Government Auditing Standards.

This report is intended solely for the information and use management, Board of Directors, the Louisiana Legislative Auditor, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Justin J. Scanlon, CPA, LLC

New Orleans, Louisiana
April 26, 2011

GREATER NEW ORLEANS AFTERSCHOOL PARTNERSHIP

SCHEDULE OF FINDINGS AND RESPONSES

For the year ended December 31, 2010

A. SIGNIFICANT DEFICIENCIES

There were no significant deficiencies for the year ended December 31, 2010.

B. QUESTIONED COSTS

There were no questioned costs for the year ended December 31, 2010.

C. STATUS OF PRIOR YEAR AUDIT FINDINGS

There were no prior year audit findings.